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INFORMATION REPORT

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Communist Government of Pace NIFIDENTIAL

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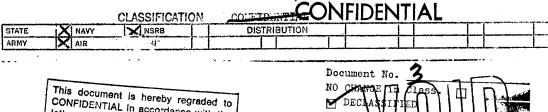
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- Paoan Hsien (113-56, 22-32), because of its position on the border adjacent to the British leased territory, was set up as a model government under the Communist central administration. Immediately after the occupation of the area in mid-October 1949, the Communists began a complete reorganization of the local administration and promotly set up the new form.
- Their first step was the taking over of all files from the tax collection office and the haien middle school; most of the other municipal records had been removed or burned by the retreating Nationalists. School activities were resumed, but the hsien school and the normal school were combined. Communist forces on 24 October took over the Peace Preservation Corps 2nd Battalion, of 150 officers and men under LI Chun-ch'ang (李 俊 岛), which had been ordered by Nationalist magistrate CHANG Chih-kuang (張 志 尤)* to remain and preserve public order and Which had been prevented from withdrawing by the prompt arrival of the Communist troops. The hsien Chamber of Commerce promised to feed them, since there was a food shortage.
- The first political moves were to declare the Kuomintang, the San Min Cha (Youth Corps, the Democratic Socialist Party, and all other Nationalist or ganizations outlawed。 A motor company operating on the Yen Kiou (麗口公路) highway was also closed on the ground that it was bureaucratic and capitalistic, and all road owners were ordered to surrender their certificates of ownership within ten days for inspection. Political workers were sent to family groups to explain Communist doctrine and policy and to tell the pecple that their low standard of living and various economic ills were due to Nationalist degeneracy and corruption.
- Emphasis was placed on political rather than military control: the new Communist magistrate explained on 29 October that the government had been carefully planned in advance and did not require support by a heavy military A tentative new political administration was set up for the hsien, with Communist political workers assigned to the police or minor haien offices and instructed to convert the youth of the district to Communism. A few of the remaining Nationalist officials were retained if they promised to reform,



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but a close watch is kept on them through police-directed youth groups of a secret-society type. Establishment of the administration in its final form, however, was held up bending Communist declaration of an over-all policy for South China.

5. New officials proposed for the heien administration include:

Magistrate, serving also as acting head of the Military, Finance, and Food Sections

Vice magistrate

Chief secretary

Chief of Civil Affairs Section

Chief of Culture and Education Section

Deputy chief of Culture and Education Section (not in office by end of October)

Chief of Economic Reconstruction (acting)

HUANG Yung-kuang (黄 永光)

CHOU Chi : 周

JEN Hsiung (1%

KUNG Tzu-ch'eng (壟 子 澄)

HUANG Chih-p'ing (黄治平)

WU Chiang-leng (吳其正) alias

JEN Hsiung

In addition, the offices include an assistant secretary, an Accounting Section, a Tax Office, and a Public Security Bureau. All heads of departments and sections are required to be member of the Communist Party. In cases where non-members are appointed to office, they are placed under a Communist section head for supervision and instruction until they join the Party.

- The Public Security Bureau, responsible for public safety and order in the hsien, is directly under the Military Control Council** supervised by the magistrate LIU Ming-chou (別 院 問) was appointed head of the bureau; TS'AI Ta (於) is head of the Shenchuan (114-08, 22-32) branch.
- 7. The Tax Office, directly under the provincial tax bureau, received a staff from the provincial Finance and Food Section. The director, appointed by the provincial bureau, is expected to arrive about the end of November, when the local branch offices will also open. To arrange for the interim period representatives of all the shops in Nantou met in the hsien Chamber of Commerce auditorium on 25 October and voted to continue taxation at the old rate until the provincial tax bureau announced a new system and to collect necessary edministrative funds through an open contract arrangement.
- Until the new magistracy goes into effect, the supreme authority in the hsien is the Pac-Shen (Pacan-Shenchuan) Military Control Council, with headquarters at Shenchuan. The director is LIU Ju-shen (灣) 汉 孫), commander of the Communist 2nd Detachment, the highest ranking military officer in the hsien; his deputy is the magistrate HUANC Yung-kuang. There is also a political commissar, THENG Po-hao (曾 伯 豪), and the staff includes a secretarygeneral, two secretaries, several administrative personnel, and a working group of undetermined size,

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- 9. Within the hsien, Joint Hsiang People's Governments, made up of several hsiang (京身 village), are responsible for supervising and examining the various hsiang under them.***** Each hsiang has its own authorities and retains it previously established boundaries. The hsiang are made up of smaller units called ts'un (村 hamlet), which also have local administration. Heads of ts'un and hsiang are elected by the population; heads of joint hsiang governments are appointed. Two directors of joint hsiang governments appointed in late October are WEN Kung-chang (温 章), of the Nantou (113-56, 22-31) Joint Hsiang Government, and LIANG Ts'ang (景 句) of the Hsihsiang (113-52, 22-34)—Huangtien—Kuhsu-Shangchuan Joint Hsiang Government.
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 Comment. CHAIN Chih-kuang has been previously reported as a vocational representative of the National Assembly from Chahar Province and a member of the Control Yuan from Chahar Province.

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 - ** Comment. Yenkou (111-17, 27-14) is in Hunan on a road leading into Kwangtung Province.
- 25X1A *** Comment. More usually referred to as I ilitary Control.
- 25X1A **** Comment. The ts'un-hsiang system replaces the pao-ts'un system, under which the administrative unit was a pao, composed of one or more ts'un or part of a ts'un.

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